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MEUW TESTIMONY IN SUPPORT OF SENATE BILL 394 RELATING TO SECURITY OF CERTAIN UTILITY RECORDS

> Submitted by Scott Meske, Governmental Affairs Director, Municipal Electric Utilities of Wisconsin

Senate Health, Utilities, Veterans and Military Affairs Wednesday, February 27, 2002

On behalf of the 82 members of the Municipal Electric Utilities of Wisconsin, we appreciate the opportunity to submit this testimony in support of Senate Bill 394.

As background, MEUW communities (listed at left) distribute more than 11 percent of the state's electricity to nearly 250,000 families, farms, small business and industrial customers. They all own and operate the local electric distribution system in their communities. They have been doing so for the better part of the last 100 years, providing low-cost, reliable power on a notfor-profit basis.

In the simplest of terms, SB 394 is just common sense legislation that addresses a potentially serious loophole in the current system. In passing such legislation, Wisconsin would be in line with other states that have recently passed similar laws or are in the process of doing so. These include Iowa, Washington, North Carolina and Ohio. Security of public utilities, their facilities, and their employees is vital to the core infrastructure of this country. Although no law can prevent every disastrous situation, Senate Bill 394 gives utilities the ability to do the right thing...in the interest of everyone's safety and well-being.

We strongly urge you to support Senate Bill 394.

Argyle Belmont Black Earth Black River Falls Brodhead Cashton Cumberland La Farge Lake Mills Lodi Manitowoc Marshfield Mazomanie Medford Menasha Merrillan Mount Horeb Muscoda **New Glarus New Holstein** New Lisbon New London **New Richmond** Oconomowoc Oconto Falls Pardeeville **Plymouth** Prairie du Sac Princeton Reedsburg Rice Lake Richland Center River Falls Sauk City Shawanó Sheboygan Falls Shullsburg Slinger Spooner Stoughton Stratford Sturgeon Bay Sun Prairie Trempealeau Two Rivers Viola Waterloo Waunakee Waupun Westby Whitehall Wisconsin Dells Wisconsin Rapids Wonewoo



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February 27, 2002

### TESTIMONY PREPARED FOR SENATE UTILITIES COMMITTEE SENATE BILL 394

Xcel Energy: Brian R. Zelenak, Manager, Regulatory Policy

Good afternoon. Thank you for the opportunity to testify today regarding Senate Bill 394. My name is Brian. Zelenak. I am the Manager of Regulatory Policy at Xcel Energy.

Unfortunately, due to the events of September 11, 2001 legislators across the country and in Wisconsin are having to consider legislation to enhance security at all levels. Maintaining a secure and reliable source of energy to fuel our homes and drive our business is vital to the safety and security of our residents and economic well being of our state. We have all seen and experienced what a single tragic event can due to our psyche and economy.

Senate Bill 394 proposes to withhold from public inspection information about utilities security measures taken. Xcel Energy supports this effort. Wisconsin utilities witnessed this issue first hand in the weeks following Sept. 11 when the PSCW convened a meeting of all utilities to discuss utility actions and preparedness. The PSCW forwarded a request from the regional U.S. Department of Energy (DOE) for information regarding actions utilities were taking to secure their infrastructure. While the meeting was encouraging and useful to all present to discuss the emergency procedures utilities had taken and were taking, Xcel Enery was reluctant to divulge much, if any, information beyond a very high level written response to the DOE. Obviously, security issues surrounding confidentiality were on our mind.

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Currently the PSCW has a process in place to determine the confidentiality of information filed with their agency. There are explicit statutory provisions for maintaining confidentiality for information deemed either a "trade secret" (Wis Stat. § 196.14) or information that would "aid a competitor" (Wis Stat. § 134.90). However, there is no such statutory reference applicable to information the Commission may deem a security risk.

In addition to keeping the security "measures taken" filed with the PSCW confidential, Xcel Energy believes that the current SB 394 should be expanded to allow the Commission to make a determination that the release of information other than security "measures taken" may be considered a public security risk and exempt that information from public disclosure through a specific statutory reference similar to Wis Stats. § 196.14 and § 134.90.

On behalf of Xcel Energy, I would like to thank you for the opportunity to offer the Company's view on this important matter. I would be happy to answer any questions the committee may have.

#### Vote Record

# Senate - Committee on Health, Utilities, Veterans and Military Affairs

Date: 3/6/03-						
Bill Number: SB 394			**			
Moved by:	Secondo	Seconded by:				
Motion: Into + adoption of sen sub I						
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Committee Member Sen. Rodney Moen, Chair	Aye	No	Absent N	lot Voting		
Sen. Roger Breske						
Sen. Judith Robson						
Sen. Jon Erpenbach ⊬						
Sen. Mark Meyer 🗸						
Sen. Peggy Rosenzweig						
Sen. Robert Cowles						
Sen. Scott Fitzgerald						
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### Vote Record

## Senate - Committee on Health, Utilities, Veterans and Military Affairs

Date: 3/6/03-					
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Moved by: Corvilla	Seconde	Seconded by: \tag{YWL}		time of the contract of the co	
Motion: passage as	arrende	mended			
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Committee Member	Aye	<u>No</u>	Absent N	ot Voting	
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Sen. Roger Breske					
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Sen. Mark Meyer					
Sen. Peggy Rosenzweig					
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